

Agency Legislative Budget								
Budget Item	Base Budget Fiscal 2000	PL Base Adjustment Fiscal 2002	New Proposals Fiscal 2002	Total Leg. Budget Fiscal 2002	PL Base Adjustment Fiscal 2003	New Proposals Fiscal 2003	Total Leg. Budget Fiscal 2003	Total Leg. Budget Fiscal 02-03
FTE	50.00	0.00	7.00	57.00	0.00	7.00	57.00	57.00
Personal Services	2,423,695	131,828	535,078	3,090,601	144,565	535,078	3,103,338	6,193,939
Operating Expenses	862,472	2,294,163	1,946,122	5,102,757	77,086	591,058	1,530,616	6,633,373
Equipment	12,787	(12,787)	0	0	(12,787)	0	0	0
Transfers	0	0	0	0	0	0	0	0
Total Costs	\$3,298,954	\$2,413,204	\$2,481,200	\$8,193,358	\$208,864	\$1,126,136	\$4,633,954	\$12,827,312
General Fund	3,024,552	190,367	1,117,724	4,332,643	134,829	1,118,936	4,278,317	8,610,960
State/Other Special	230,746	221,888	875,951	1,328,585	72,587	7,200	310,533	1,639,118
Federal Special	43,656	2,000,949	487,525	2,532,130	1,448	0	45,104	2,577,234
Total Funds	\$3,298,954	\$2,413,204	\$2,481,200	\$8,193,358	\$208,864	\$1,126,136	\$4,633,954	\$12,827,312

Agency Description

The Office of the Governor exists under authority granted in Article VI of the Montana Constitution. The Governor has constitutional and statutory authority to administer the affairs of the State of Montana. The Governor appoints all military and civil officers of the state whose appointments are provided for by statute or the Constitution, grants reprieves and pardons, and serves on various boards and commissions. The Governor approves or vetoes legislation, reports to the legislature on the condition of the state, and submits a biennial Executive Budget. The Governor also represents the state in relations with other governments and the public.

Summary of Legislative Action

Funds for the Governor's Office increased by \$6,130,236 total funds, or 91.5 percent over the 2001 biennium. General fund was increased by \$2,503,113 or 41 percent. Major increases include the following: 1) \$868,751 state special revenue and \$387,533 federal funds were provided to maintain an Energy Cost Contingency Account. This funding is appropriated to the Governor's Office, but is intended to be distributed to state agencies that may experience budget overruns based on geographical location or unanticipated fluctuations in energy costs; 2) the addition of \$2.0 million in federal special revenue and \$150,000 in state special revenue authority for the Tribal Economic Development Commission; 3) establishment of a new Office of Economic Development, including 7.0 FTE at a cost of \$1.7 million general fund over the biennium; and 4) transfer of all costs for the Extradition and Transportation of Prisoners Program from the Department of Justice to this agency at a cost of \$356,660 general fund over the biennium. The Governor's Office already manages the program.

In addition, the legislature increased funding for the Consensus Council by \$150,000 general fund to match grants.

Other Legislation

House Bill 21 – HB 21 extends the sunset of the Indian Economic Development Commission. Funds provided by the 1999 legislature were extended by the 2003 legislature and are in HB 2.

Senate Bill 107 – This bill provides for two-way electronic audio-video communication in mental illness proceedings. The \$30,390 in funding required for this bill is contained in HB 2.

Senate Bill 328 – This bill provides for transfer of \$356,660 general fund from the Department of Justice to the Governor's Office to fund the Extradition of Prisoners Program. The funding required for this bill is contained in HB 2.

Senate Bill 445 – SB 445 reorganizes the Department of Commerce. This reorganization created a new Office of Economic Development in the Governor's Office including 7.0 new full-time employees. The funding required for this office is contained in HB 2 and a portion of the statutory appropriation for economic development. For further information on this new office see the "Agency Narrative" below.

Agency Budget Comparison								
Budget Item	Base Budget Fiscal 2000	Executive Budget Fiscal 2002	Legislative Budget Fiscal 2002	Leg – Exec. Difference Fiscal 2002	Executive Budget Fiscal 2003	Legislative Budget Fiscal 2003	Leg – Exec. Difference Fiscal 2003	Biennium Difference Fiscal 02-03
FTE	50.00	50.00	57.00	7.00	50.00	57.00	7.00	
Personal Services	2,423,695	2,555,849	3,090,601	534,752	2,568,587	3,103,338	534,751	1,069,503
Operating Expenses	862,472	3,172,218	5,102,757	1,930,539	955,141	1,530,616	575,475	2,506,014
Equipment	12,787	(326)	0	326	(327)	0	327	653
Transfers	0	0	0	0	0	0	0	0
Total Costs	\$3,298,954	\$5,727,741	\$8,193,358	\$2,465,617	\$3,523,401	\$4,633,954	\$1,110,553	\$3,576,170
General Fund	3,024,552	3,230,502	4,332,643	1,102,141	3,174,964	4,278,317	1,103,353	2,205,494
State/Other Special	230,746	452,634	1,328,585	875,951	303,333	310,533	7,200	883,151
Federal Special	43,656	2,044,605	2,532,130	487,525	45,104	45,104	0	487,525
Total Funds	\$3,298,954	\$5,727,741	\$8,193,358	\$2,465,617	\$3,523,401	\$4,633,954	\$1,110,553	\$3,576,170

Executive Budget Comparison

The legislature applied global adjustments to the Governor's Office that were applied to all agencies, and approved the agency budget with significant modifications. The legislature added: 1) an Energy Cost Contingency Account to the Governor's Office in the Office of Budget and Program Planning to support a flexible response to potential cost increases related to electricity and natural gas; 2) an Office of Economic Development; 3) additional funding for the Consumer Council; 4) the Flathead Valley Water Quality Assessment Project; and 5) the Prisoner Extradition and Transport Program which was transferred from the Department of Commerce.

Agency Narrative

The legislature established a new Office of Economic Development in the Governor's Office. This new office was created as part of the reorganization of the Department of Commerce directed in Senate Bill 445. The head of the office will be the new Chief Business Development Officer appointed by the Governor. The office was authorized a total of 7.0 exempt FTE and will be the economic development liaison for the state. The office exists to foster business retention and recruitment, expand the state workforce, exploit newly developed technology, support infrastructure improvement, assist with permitting and regulatory processes, and process and maintain grants related to these purposes.

The Office of Economic Development is funded by HB 2 and a statutory appropriation from the May 2000 special session of the legislature. HB 2 funding includes \$850,000 general fund in each budget year of the 2003 biennium. The statutory appropriation includes \$350,000 general fund in each year of the 2003 biennium that was redirected from the business recruitment appropriation to the Department of Commerce. Total funding for the new office is \$2.4 million general fund.

Program Legislative Budget								
Budget Item	Base Budget Fiscal 2000	PL Base Adjustment Fiscal 2002	New Proposals Fiscal 2002	Total Leg. Budget Fiscal 2002	PL Base Adjustment Fiscal 2003	New Proposals Fiscal 2003	Total Leg. Budget Fiscal 2003	Total Leg. Budget Fiscal 02-03
FTE	19.00	0.00	7.00	26.00	0.00	7.00	26.00	26.00
Personal Services	930,245	73,800	625,411	1,629,456	78,186	625,806	1,634,237	3,263,693
Operating Expenses	388,839	76,781	682,638	1,148,258	51,502	583,858	1,024,199	2,172,457
Equipment	12,787	(12,787)	0	0	(12,787)	0	0	0
Total Costs	\$1,331,871	\$137,794	\$1,308,049	\$2,777,714	\$116,901	\$1,209,664	\$2,658,436	\$5,436,150
General Fund	1,124,481	58,550	1,178,452	2,361,483	36,958	1,179,560	2,340,999	4,702,482
State/Other Special	207,390	79,244	0	286,634	79,943	0	287,333	573,967
Federal Special	0	0	129,597	129,597	0	30,104	30,104	159,701
Total Funds	\$1,331,871	\$137,794	\$1,308,049	\$2,777,714	\$116,901	\$1,209,664	\$2,658,436	\$5,436,150

Program Description

The Executive Office Program staff assists the Governor in reviewing and coordinating activities of the Executive Branch, including administrative, legal, press support, and centralized services. The office also administers programs with special impact on Montana, including services for senior citizens, maintaining clean water in the Flathead Basin, and duties of the Consensus Council.

Program Reorganization

The Governor's Office has three reorganizations:

- 1) The legislature approved \$177,724 general fund in fiscal 2002 and \$178,936 general fund in fiscal 2003 for the Executive Office Program to assume the extradition and transportation of prisoners from the Department of Justice. Based on the unpredictable nature of extradition and transportation, the legislature also approved use of up to \$51,000 of this funding (if not used for extradition and transportation) to purchase vans for county sheriffs and peace officers. The legislature also recognized the future potential for a supplemental appropriation related to execution of this responsibility;
- 2) The legislature approved \$850,000 general fund in HB 2 and moved \$350,000 general fund authorized by a statutory appropriation during the special session in each year of the 2003 biennium for a new Office of Economic Development in the Executive Office Program. The Economic Development Office is charged with improving, enhancing, and diversifying Montana's economic and business climate through business creation, expansion, and retention efforts; and coordination with local development organizations. This new office will consist of 7.0 exempt FTE; and
- 3) The legislature approved transferring the Mental Health Ombudsman from the Board of Visitors to the Executive Office Program (both programs are internal to the Governor's Office). This action transferred \$29,605 federal special revenue during fiscal 2002 and \$30,104 federal special revenue during fiscal 2003 from the Board of Visitors to the Executive Office Program.

Funding

This program is funded with general fund, and state and federal special revenue. Major sources of state special revenue include \$15,500 from federal sources, which is used to offset personal service costs in Central Services; \$36,000 from renewable resource grants, private sources, and local governments, which is used to fund the Flathead Basin Commission; \$170,000 derived from fees charged for services; and \$50,000 in private funds used to fund the Consensus Council. Federal special revenue comes from federal grants for economic development and miscellaneous other federal grants.

Present Law Adjustments										
-----Fiscal 2002-----						-----Fiscal 2003-----				
FTE	General	State Special	Federal Special	Total Funds		FTE	General	State Special	Federal Special	Total Funds
Personal Services				111,826						116,374
Vacancy Savings				(26,217)						(26,339)
Inflation/Deflation				1,892						3,585
Fixed Costs				44,609						21,678
Total Statewide Present Law Adjustments				\$132,110						\$115,298
DP 1 - Replacement Computers	0.00	(20,106)	0	0	(20,106)	0.00	(24,106)	0	0	(24,106)
DP 2 - Consensus Council SSR Authority	0.00	0	50,000	0	50,000	0.00	0	50,000	0	50,000
DP 696 - Data Network Fixed Cost Reduction	0.00	(583)	0	0	(583)	0.00	(583)	0	0	(583)
DP 698 - Rent Reduction - Use of Capitol Land Grant	0.00	(11,463)	(355)	0	(11,818)	0.00	(11,503)	(356)	0	(11,859)
DP 699 - Vacancy Savings at 4 Percent	0.00	(10,083)	(1,726)	0	(11,809)	0.00	(10,119)	(1,730)	0	(11,849)
Total Other Present Law Adjustments				\$0	\$5,684	0.00	(\$46,311)	\$47,914	\$0	\$1,603
Grand Total All Present Law Adjustments				\$137,794						\$116,901

Present Law Adjustments

The "Present Law Adjustments" table shows the primary changes to the adjusted base budget made by the legislature. "Statewide Present Law" adjustments are standard categories of adjustments made to all agencies. Legislative decisions on these items were applied globally to all agencies. The other numbered adjustments in the table correspond to the narrative descriptions.

DP 1 - Replacement Computers - The legislature approved funds to allow the Governor's Office to replace two computers in fiscal 2002. Because fewer computers will be replaced than were replaced in the base, this results in net negative present law adjustments of \$20,106 in fiscal 2002 and \$24,106 in fiscal 2003.

DP 2 - Consensus Council SSR Authority - The legislature approved \$100,000 state special revenue to allow the Consensus Council to spend revenue received from contracts with other state agencies. This funding will meet increased operating expenses to procure consulting services necessary to honor additional contracts.

DP 696 - Data Network Fixed Cost Reduction - The legislature approved fees and charges for data network support provided by the Information Services Division of the Department of Administration at a level lower than that proposed by the executive and used to develop the associated fixed cost budget requests. This adjustment removes the corresponding fixed costs from the agency budget.

DP 698 - Rent Reduction - Use of Capitol Land Grant - The legislature approved using Capitol Land Grant funds to augment rent payments made by tenants. Capital Land Grant funds are to be used for qualified maintenance and debt service payments of the General Services Program for state-owned facilities on the Capitol complex.

DP 699 - Vacancy Savings at 4 Percent - The legislature approved increasing the statewide vacancy savings rate to 4 percent and including the state share of health insurance premiums in the calculation for determining the amount.

New Proposals										
Prgm	Fiscal 2002					Fiscal 2003				
	FTE	General	State Special	Federal Special	Total Funds	FTE	General	State Special	Federal Special	Total Funds
DP 1 - Western Governors Association Dues										
01	0.00	15,000	0	0	15,000	0.00	15,000	0	0	15,000
DP 512 - SB 445 - Office of Economic Development										
01	7.00	850,000	0	0	850,000	7.00	850,000	0	0	850,000
DP 513 - Flathead Valley Water Quality Assessment (OTO)										
01	0.00	0	0	99,992	99,992	0.00	0	0	0	0
DP 515 - SB 515 - Mental Health Ombudman Transfer										
01	0.00	60,728	0	29,605	90,333	0.00	60,624	0	30,104	90,728
DP 520 - SB 328 - Prisoner Extradition and Transport										
01	0.00	177,724	0	0	177,724	0.00	178,936	0	0	178,936
DP 524 - Consensus Council Matching Funds for Grants										
01	0.00	75,000	0	0	75,000	0.00	75,000	0	0	75,000
Total	7.00	\$1,178,452	\$0	\$129,597	\$1,308,049	7.00	\$1,179,560	\$0	\$30,104	\$1,209,664

New Proposals

DP 1 - Western Governors Association Dues - The legislature approved \$30,000 general fund for a new proposal to pay dues for membership in the Western Governor's Association. This membership will allow Montana to participate on the regional and national scale in setting public policy, particularly in areas of water rights, drought, and wild fires.

DP 512 - SB 445 - Office of Economic Development - The legislature approved \$850,000 general fund in each year of the 2003 biennium for an Office of Economic Development in the Governor's Office Executive Office Program. The Economic Development Office is charged to improve, enhance, and diversify Montana's economic and business climate through business creation, expansion, and retention efforts; and coordination with local development organizations. This new office will consist of 7.0 exempt FTE. An additional \$350,000 general fund is statutorily appropriated annually.

DP 513 - Flathead Valley Water Quality Assessment (OTO) - The legislature approved \$99,992 federal special revenue in fiscal 2002 for the Flathead Basin Commission. This funding is intended to be used to create a groundwater quality assessment and monitoring plan for the Northern Flathead Valley and the Flathead Lake perimeter. This is a one-time-only appropriation.

DP 515 - SB 515 - Mental Health Ombudsmen Transfer - The legislature approved transferring the Mental Health Ombudsman from the Board of Visitors to the Executive Office Program. This action transfers \$29,605 federal special revenue during fiscal 2002 and \$30,104 federal special revenue during fiscal 2003 from the Board of Visitors to the Executive Office Program.

DP 520 - SB 328 - Prisoner Extradition and Transportation - The legislature transferred \$177,724 general fund in fiscal 2002 and \$178,936 general fund in fiscal 2003 from the Department of Justice to pay all costs to extradite and transport prisoners. This office already manages this program. This reorganization consolidates management and payment of costs. Based on the unpredictable nature of extradition and transportation, the legislature also approved use of up to \$51,000 of this funding (if not used for extradition and transportation) to purchase vans for county sheriffs and peace officers. The legislature also recognized the future potential for a supplemental appropriation related to this responsibility.

DP 524 - Consensus Council Matching Funds for Grants - The legislature approved \$150,000 general fund to be used as matching funds for grants. This funding was designated as one time only by the legislature.

Program Legislative Budget								
Budget Item	Base Budget Fiscal 2000	PL Base Adjustment Fiscal 2002	New Proposals Fiscal 2002	Total Leg. Budget Fiscal 2002	PL Base Adjustment Fiscal 2003	New Proposals Fiscal 2003	Total Leg. Budget Fiscal 2003	Total Leg. Budget Fiscal 02-03
FTE	1.50	0.00	0.00	1.50	0.00	0.00	1.50	1.50
Personal Services	44,979	(1,383)	0	43,596	(1,203)	0	43,776	87,372
Operating Expenses	34,942	344	0	35,286	317	0	35,259	70,545
Total Costs	\$79,921	(\$1,039)	\$0	\$78,882	(\$886)	\$0	\$79,035	\$157,917
General Fund	79,921	(1,039)	0	78,882	(886)	0	79,035	157,917
Total Funds	\$79,921	(\$1,039)	\$0	\$78,882	(\$886)	\$0	\$79,035	\$157,917

Program Description

The Mansion Maintenance Program maintains the Governor's official residence.

Funding

The program is funded entirely with general fund.

Present Law Adjustments									
-----Fiscal 2002-----					-----Fiscal 2003-----				
FTE	General	State Special	Federal Special	Total Funds	FTE	General	State Special	Federal Special	Total Funds
Personal Services				433					620
Vacancy Savings				(1,150)					(1,155)
Fixed Costs				344					317
Total Statewide Present Law Adjustments				(\$373)					(\$218)
DP 699 - Vacancy Savings at 4 Percent									
0.00	(666)	0	0	(666)	0.00	(668)	0	0	(668)
Total Other Present Law Adjustments									
0.00	(\$666)	\$0	\$0	(\$666)	0.00	(\$668)	\$0	\$0	(\$668)
Grand Total All Present Law Adjustments				(\$1,039)					(\$886)

Present Law Adjustments

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DP 699 - Vacancy Savings at 4 Percent - The legislature approved increasing the statewide vacancy savings rate to 4 percent and including the state share of health insurance premiums in the calculation for determining the amount.

Program Legislative Budget								
Budget Item	Base Budget Fiscal 2000	PL Base Adjustment Fiscal 2002	New Proposals Fiscal 2002	Total Leg. Budget Fiscal 2002	PL Base Adjustment Fiscal 2003	New Proposals Fiscal 2003	Total Leg. Budget Fiscal 2003	Total Leg. Budget Fiscal 02-03
FTE	1.00	0.00	0.00	1.00	0.00	0.00	1.00	1.00
Personal Services	41,888	4,800	0	46,688	5,516	0	47,404	94,092
Operating Expenses	144,820	(99)	0	144,721	476	0	145,296	290,017
Total Costs	\$186,708	\$4,701	\$0	\$191,409	\$5,992	\$0	\$192,700	\$384,109
General Fund	170,710	4,699	0	175,409	5,990	0	176,700	352,109
State/Other Special	15,998	2	0	16,000	2	0	16,000	32,000
Total Funds	\$186,708	\$4,701	\$0	\$191,409	\$5,992	\$0	\$192,700	\$384,109

Program Description

The Air Transportation Program staff provide the Governor with safe, reliable, economical, air transportation.

Funding

The program is funded with general fund and \$32,000 state special revenue derived from renting the Governor's aircraft to other state agencies.

Present Law Adjustments									
-----Fiscal 2002-----					-----Fiscal 2003-----				
FTE	General	State Special	Federal Special	Total Funds	FTE	General	State Special	Federal Special	Total Funds
Personal Services				6,745					7,491
Vacancy Savings				(1,353)					(1,375)
Inflation/Deflation				(11)					(11)
Fixed Costs				(88)					487
Total Statewide Present Law Adjustments				\$5,293					\$6,592
DP 699 - Vacancy Savings at 4 Percent									
0.00	(592)	0	0	(592)	0.00	(600)	0	0	(600)
Total Other Present Law Adjustments									
0.00	(\$592)	\$0	\$0	(\$592)	0.00	(\$600)	\$0	\$0	(\$600)
Grand Total All Present Law Adjustments				\$4,701					\$5,992

Present Law Adjustments

The "Present Law Adjustments" table shows the primary changes to the adjusted base budget made by the legislature. "Statewide Present Law" adjustments are standard categories of adjustments made to all agencies. Legislative decisions on these items were applied globally to all agencies. The other numbered adjustments in the table correspond to the narrative descriptions.

DP 699 - Vacancy Savings at 4 Percent - The legislature approved increasing the statewide vacancy savings rate to 4 percent and including the state share of health insurance premiums in the calculation for determining the amount.

Program Legislative Budget								
Budget Item	Base Budget Fiscal 2000	PL Base Adjustment Fiscal 2002	New Proposals Fiscal 2002	Total Leg. Budget Fiscal 2002	PL Base Adjustment Fiscal 2003	New Proposals Fiscal 2003	Total Leg. Budget Fiscal 2003	Total Leg. Budget Fiscal 02-03
FTE	17.00	0.00	0.00	17.00	0.00	0.00	17.00	17.00
Personal Services	906,551	16,325	0	922,876	21,542	0	928,093	1,850,969
Operating Expenses	144,623	47,999	1,256,284	1,448,906	8,336	0	152,959	1,601,865
Transfers	0	0	0	0	0	0	0	0
Total Costs	\$1,051,174	\$64,324	\$1,256,284	\$2,371,782	\$29,878	\$0	\$1,081,052	\$3,452,834
General Fund	1,051,174	64,324	0	1,115,498	29,878	0	1,081,052	2,196,550
State/Other Special	0	0	868,751	868,751	0	0	0	868,751
Federal Special	0	0	387,533	387,533	0	0	0	387,533
Total Funds	\$1,051,174	\$64,324	\$1,256,284	\$2,371,782	\$29,878	\$0	\$1,081,052	\$3,452,834

Program Description

The Office of Budget and Program Planning (OBPP) staff assists the Governor in preparing and administering the Executive Budget. They monitor revenue collections, publish fiscal notes, and are the approving authority for operational plan changes, program transfers, and budget amendments under Chapter 17-7, MCA. OBPP also serves as the lead Executive Branch agency for compliance with the Federal Single Audit Act.

Funding

The Office of Budget and Program Planning is funded with general fund. Other funding includes state special revenue received for providing services to other agencies. State special revenue and federal revenue come from multiple sources to provide funding for excess energy costs of agencies in the 2003 biennium.

A portion of the program is supported through the Statewide Cost Allocation Plan (SWCAP) and the State Fund Cost Allocation Plan (SFCAP), which assess other state agencies for services provided by OBPP. Funds received from assessments of federal and non-general fund state funds are deposited into the general fund.

Present Law Adjustments									
-----Fiscal 2002-----					-----Fiscal 2003-----				
FTE	General	State Special	Federal Special	Total Funds	FTE	General	State Special	Federal Special	Total Funds
Personal Services				54,777					60,212
Vacancy Savings				(27,034)					(27,197)
Inflation/Deflation				(1,820)					(1,448)
Fixed Costs				29,745					7,333
Total Statewide Present Law Adjustments				\$55,668					\$38,900
DP 1 - Replacement Computers	0.00	21,000	0	21,000	0.00	(1,000)	0	0	(1,000)
DP 2 - Video Projector	0.00	5,600	0	5,600	0.00	0	0	0	0
DP 3 - Session Costs	0.00	0	0	0	0.00	10,000	0	0	10,000
DP 698 - Rent Reduction - Use of Capitol Land Grant	0.00	(6,526)	0	(6,526)	0.00	(6,549)	0	0	(6,549)
DP 699 - Vacancy Savings at 4 Percent	0.00	(11,418)	0	(11,418)	0.00	(11,473)	0	0	(11,473)
Total Other Present Law Adjustments	0.00	\$8,656	\$0	\$8,656	0.00	(\$9,022)	\$0	\$0	(\$9,022)
Grand Total All Present Law Adjustments				\$64,324					\$29,878

Present Law Adjustments

The "Present Law Adjustments" table shows the primary changes to the adjusted base budget made by the legislature. "Statewide Present Law" adjustments are standard categories of adjustments made to all agencies. Legislative decisions

on these items were applied globally to all agencies. The other numbered adjustments in the table correspond to the narrative descriptions.

DP 1 - Replacement Computers - The legislature approved \$20,000 general fund to replace 11 computers during the 2003 biennium.

DP 2 - Video Projector - The legislature approved \$5,600 general fund in fiscal 2002 to purchase a computer and video projector customized to budget office applications. This is a one-time-only appropriation.

DP 3 - Session Costs - The legislature approved \$10,000 general fund for fiscal 2003 to publish the OBPP budget books.

DP 698 - Rent Reduction - Use of Capitol Land Grant - The legislature approved using Capitol Land Grant funds to augment rent payments made by tenants. Capital Land Grant funds are to be used for qualified maintenance and debt service payments of the General Services Program for state-owned facilities on the Capitol complex.

DP 699 - Vacancy Savings at 4 Percent - The legislature approved increasing the statewide vacancy savings rate to 4 percent and including the state share of health insurance premiums in the calculation for determining the amount.

New Proposals										
-----Fiscal 2002-----						-----Fiscal 2003-----				
Prgm	FTE	General	State Special	Federal Special	Total Funds	FTE	General	State Special	Federal Special	Total Funds
DP 517 - Energy Contingency Account Transfer #1										
04	0.00	(1,700,000)	0	0	(1,700,000)	0.00	0	0	0	0
DP 527 - Energy Contingency Account Transfer #2										
04	0.00	(200,000)	0	0	(200,000)	0.00	0	0	0	0
DP 529 - Energy Contingency Account Transfer #3										
04	0.00	(211,412)	0	0	(211,412)	0.00	0	0	0	0
DP 531 - Energy Contingency Account Transfer #4										
04	0.00	(1,188,500)	0	0	(1,188,500)	0.00	0	0	0	0
DP 688 - Energy Cost Contingency Account										
04	0.00	3,299,912	868,751	387,533	4,556,196	0.00	0	0	0	0
Total	0.00	\$0	\$868,751	\$387,533	\$1,256,284	0.00	\$0	\$0	\$0	\$0

New Proposals

DP 517 - Energy Contingency Account Transfer #1 - The legislature reduced \$1,700,000 general fund in fiscal 2002 from the Energy Cost Contingency Account to fund the Office of Economic Development in the Executive Office.

DP 527 - Energy Contingency Account Transfer #2 - The legislature reduced \$200,000 general fund in fiscal 2002 from the Energy Cost Contingency Account to fund requirements in the Montana University System at the Flathead Lake Biological Station.

DP 529 - Energy Contingency Account Transfer #3 - The legislature reduced \$211,412 general fund in fiscal 2002 from the Energy Cost Contingency Account to partly fund auditor salary upgrades in the Department of Revenue and to fund an additional \$150,000 in the Consensus Council.

DP 531 - Energy Contingency Account Transfer #4 - The legislature reduced \$1,188,500 general fund in fiscal 2002 from the Energy Cost Contingency Account to fund a variety of other priorities.

DP 688 - Energy Cost Contingency Account - The legislature added a restricted, biennial, one-time-only appropriation to respond to contingencies related to cost increases in electricity and natural gas that are significantly above the amounts appropriated in HB 2. This funding includes \$868,751 state special revenue and \$387,533 federal revenue. The Office of Budget and Program Planning will analyze intended uses of this account, and allocation must be both approved by the Governor and reported to the Legislative Finance Committee. The legislature originally appropriated \$3.3 million in

general fund for this purpose. Decision Packages 517, 527, 529, and 531 (above) show the subsequent uses of these funds.

Program Legislative Budget								
Budget Item	Base Budget Fiscal 2000	PL Base Adjustment Fiscal 2002	New Proposals Fiscal 2002	Total Leg. Budget Fiscal 2002	PL Base Adjustment Fiscal 2003	New Proposals Fiscal 2003	Total Leg. Budget Fiscal 2003	Total Leg. Budget Fiscal 02-03
FTE	2.00	0.00	0.00	2.00	0.00	0.00	2.00	2.00
Personal Services	78,179	10,146	0	88,325	10,462	0	88,641	176,966
Operating Expenses	26,937	2,146,942	0	2,173,879	(2,995)	0	23,942	2,197,821
Total Costs	\$105,116	\$2,157,088	\$0	\$2,262,204	\$7,467	\$0	\$112,583	\$2,374,787
General Fund	105,116	7,088	0	112,204	7,467	0	112,583	224,787
State/Other Special	0	150,000	0	150,000	0	0	0	150,000
Federal Special	0	2,000,000	0	2,000,000	0	0	0	2,000,000
Total Funds	\$105,116	\$2,157,088	\$0	\$2,262,204	\$7,467	\$0	\$112,583	\$2,374,787

Program Description

The Coordinator of Indian Affairs is the Governor's liaison with state Indian tribes. The program provides information on issues faced by the Indians of Montana. The coordinator advises and makes recommendations on issues facing Montana Indian delegations, and serves as spokesperson for public and private Native American groups. The program is mandated by 2-15-217 and 90-11-101, MCA.

Funding

This program is funded with general fund, state special revenue, and federal grants.

Present Law Adjustments									
-----Fiscal 2002-----					-----Fiscal 2003-----				
FTE	General	State Special	Federal Special	Total Funds	FTE	General	State Special	Federal Special	Total Funds
Personal Services				13,287					13,614
Vacancy Savings				(2,532)					(2,541)
Inflation/Deflation				(4)					34
Fixed Costs				(2,500)					(2,473)
Total Statewide Present Law Adjustments				\$8,251					\$8,634
DP 1 - State-Tribal Economic Development Commission	0.00	0	150,000	2,150,000	0.00	0	0	0	0
DP 698 - Rent Reduction - Use of Capitol Land Grant	0.00	(554)	0	(554)	0.00	(556)	0	0	(556)
DP 699 - Vacancy Savings at 4 Percent	0.00	(609)	0	(609)	0.00	(611)	0	0	(611)
Total Other Present Law Adjustments	0.00	(\$1,163)	\$150,000	\$2,148,837	0.00	(\$1,167)	\$0	\$0	(\$1,167)
Grand Total All Present Law Adjustments				\$2,157,088					\$7,467

Present Law Adjustments

The "Present Law Adjustments" table shows the primary changes to the adjusted base budget made by the legislature. "Statewide Present Law" adjustments are standard categories of adjustments made to all agencies. Legislative decisions on these items were applied globally to all agencies. The other numbered adjustments in the table correspond to the narrative descriptions.

DP 1 - State-Tribal Economic Development Commission - The legislature approved \$2,000,000 federal special revenue and \$150,000 state special revenue to support requirements of HB 21, which extended the State-Tribal Economic Development Commission. The legislature restricted these funds.

DP 698 - Rent Reduction - Use of Capitol Land Grant - The legislature approved using Capitol Land Grant funds to augment rent payments made by tenants. Capital Land Grant funds are to be used for qualified maintenance and debt

service payments of the General Services Program for state-owned facilities on the Capitol complex.

DP 699 - Vacancy Savings at 4 Percent - The legislature approved increasing the statewide vacancy savings rate to 4 percent and including the state share of health insurance premiums in the calculation for determining the amount.

Program Legislative Budget								
Budget Item	Base Budget Fiscal 2000	PL Base Adjustment Fiscal 2002	New Proposals Fiscal 2002	Total Leg. Budget Fiscal 2002	PL Base Adjustment Fiscal 2003	New Proposals Fiscal 2003	Total Leg. Budget Fiscal 2003	Total Leg. Budget Fiscal 02-03
FTE	3.00	0.00	0.00	3.00	0.00	0.00	3.00	3.00
Personal Services	171,337	11,151	0	182,488	11,813	0	183,150	365,638
Operating Expenses	37,424	3,402	0	40,826	4,319	0	41,743	82,569
Total Costs	\$208,761	\$14,553	\$0	\$223,314	\$16,132	\$0	\$224,893	\$448,207
General Fund	208,761	14,553	0	223,314	16,132	0	224,893	448,207
Total Funds	\$208,761	\$14,553	\$0	\$223,314	\$16,132	\$0	\$224,893	\$448,207

Program Description

The Office of the Lieutenant Governor provides service as prescribed by Article VI of the Montana Constitution, by delegation of the Governor, and under 2-15-3, MCA.

Funding

The program is funded with general fund.

Present Law Adjustments									
-----Fiscal 2002-----					-----Fiscal 2003-----				
FTE	General	State Special	Federal Special	Total Funds	FTE	General	State Special	Federal Special	Total Funds
Personal Services				15,608					16,286
Vacancy Savings				(3,131)					(3,143)
Inflation/Deflation				1,228					1,992
Fixed Costs				4,037					4,196
Total Statewide Present Law Adjustments				\$17,742					\$19,331
DP 698 - Rent Reduction - Use of Capitol Land Grant									
0.00	(1,863)	0	0	(1,863)	0.00	(1,869)	0	0	(1,869)
DP 699 - Vacancy Savings at 4 Percent									
0.00	(1,326)	0	0	(1,326)	0.00	(1,330)	0	0	(1,330)
Total Other Present Law Adjustments									
0.00	(\$3,189)	\$0	\$0	(\$3,189)	0.00	(\$3,199)	\$0	\$0	(\$3,199)
Grand Total All Present Law Adjustments				\$14,553					\$16,132

Present Law Adjustments

The "Present Law Adjustments" table shows the primary changes to the adjusted base budget made by the legislature. "Statewide Present Law" adjustments are standard categories of adjustments made to all agencies. Legislative decisions on these items were applied globally to all agencies. The other numbered adjustments in the table correspond to the narrative descriptions.

DP 698 - Rent Reduction - Use of Capitol Land Grant - The legislature approved using Capitol Land Grant funds to augment rent payments made by tenants. Capital Land Grant funds are to be used for qualified maintenance and debt service payments of the General Services Program for state-owned facilities on the Capitol complex.

DP 699 - Vacancy Savings at 4 Percent - The legislature approved increasing the statewide vacancy savings rate to 4 percent and including the state share of health insurance premiums in the calculation for determining the amount.

Program Legislative Budget								
Budget Item	Base Budget Fiscal 2000	PL Base Adjustment Fiscal 2002	New Proposals Fiscal 2002	Total Leg. Budget Fiscal 2002	PL Base Adjustment Fiscal 2003	New Proposals Fiscal 2003	Total Leg. Budget Fiscal 2003	Total Leg. Budget Fiscal 02-03
FTE	1.50	0.00	0.00	1.50	0.00	0.00	1.50	1.50
Personal Services	67,522	247	0	67,769	483	0	68,005	135,774
Operating Expenses	12,319	186	0	12,505	159	0	12,478	24,983
Total Costs	\$79,841	\$433	\$0	\$80,274	\$642	\$0	\$80,483	\$160,757
General Fund	65,649	(375)	0	65,274	(166)	0	65,483	130,757
Federal Special	14,192	808	0	15,000	808	0	15,000	30,000
Total Funds	\$79,841	\$433	\$0	\$80,274	\$642	\$0	\$80,483	\$160,757

Program Description

The Citizens' Advocate Office exists to provide access for Montana citizens to state government. The office provides information to citizens and functions as a referral service for public comments, suggestions, and requests for information. The office provides a toll-free number to the public.

Funding

The office is funded with general fund, and \$30,000 federal special revenue. The federal special revenue is derived from reimbursement for services the office provides the Department of Public Health and Human Services.

Present Law Adjustments									
-----Fiscal 2002-----					-----Fiscal 2003-----				
FTE	General	State Special	Federal Special	Total Funds	FTE	General	State Special	Federal Special	Total Funds
Personal Services				3,070					3,316
Vacancy Savings				(1,905)					(1,913)
Inflation/Deflation				(374)					(374)
Fixed Costs				560					533
Total Statewide Present Law Adjustments				\$1,351					\$1,562
DP 699 - Vacancy Savings at 4 Percent									
0.00	(918)	0	0	(918)	0.00	(920)	0	0	(920)
Total Other Present Law Adjustments	0.00	(918)	\$0	(918)	0.00	(920)	\$0	\$0	(920)
Grand Total All Present Law Adjustments				\$433					\$642

Present Law Adjustments

The "Present Law Adjustments" table shows the primary changes to the adjusted base budget made by the legislature. "Statewide Present Law" adjustments are standard categories of adjustments made to all agencies. Legislative decisions on these items were applied globally to all agencies. The other numbered adjustments in the table correspond to the narrative descriptions.

DP 699 - Vacancy Savings at 4 Percent - The legislature approved increasing the statewide vacancy savings rate to 4 percent and including the state share of health insurance premiums in the calculation for determining the amount.

Program Legislative Budget								
Budget Item	Base Budget Fiscal 2000	PL Base Adjustment Fiscal 2002	New Proposals Fiscal 2002	Total Leg. Budget Fiscal 2002	PL Base Adjustment Fiscal 2003	New Proposals Fiscal 2003	Total Leg. Budget Fiscal 2003	Total Leg. Budget Fiscal 02-03
FTE	5.00	0.00	0.00	5.00	0.00	0.00	5.00	5.00
Personal Services	182,994	16,742	(90,333)	109,403	17,766	(90,728)	110,032	219,435
Operating Expenses	72,568	18,608	7,200	98,376	14,972	7,200	94,740	193,116
Equipment	0	0	0	0	0	0	0	0
Total Costs	\$255,562	\$35,350	(\$83,133)	\$207,779	\$32,738	(\$83,528)	\$204,772	\$412,551
General Fund	218,740	42,567	(60,728)	200,579	39,456	(60,624)	197,572	398,151
State/Other Special	7,358	(7,358)	7,200	7,200	(7,358)	7,200	7,200	14,400
Federal Special	29,464	141	(29,605)	0	640	(30,104)	0	0
Total Funds	\$255,562	\$35,350	(\$83,133)	\$207,779	\$32,738	(\$83,528)	\$204,772	\$412,551

Program Description

The Mental Disabilities Board of Visitors reviews patient care in community mental health centers and facilities for the developmentally disabled, and provides legal services for in-patients. The five-member board is appointed by the Governor and employs staff and contractors who represent patients and review facilities. The board is mandated by Title 2-15-211, MCA, with duties described in Title 53-20-104, MCA. The Mental Disabilities Board of Visitors Program was created by the Developmental Disabilities Act of 1975 and the Mental Commitment and Treatment Act of 1975; the board exists by state mandate.

Program Reorganization

The legislature approved transferring the Mental Health Ombudsman from the Board of Visitors to the Executive Office Program (both programs are internal to the Governor's Office.) This action transferred \$29,605 federal special revenue during fiscal 2002 and \$30,104 federal special revenue during fiscal 2003 from the Board of Visitors to the Executive Office Program.

Funding

The program is funded with general fund, state special revenue, and federal special revenue. The federal special revenue is derived from Medicaid funding and is used to pay a portion of the personal services costs of the mental health ombudsman and support staff. These funds were transferred to the Executive Office Program.

Present Law Adjustments									
-----Fiscal 2002-----					-----Fiscal 2003-----				
FTE	General	State Special	Federal Special	Total Funds	FTE	General	State Special	Federal Special	Total Funds
Personal Services				25,065					26,131
Vacancy Savings				(5,605)					(5,637)
Inflation/Deflation				435					826
Fixed Costs				4,962					4,937
Total Statewide Present Law Adjustments				\$24,857					\$26,257
DP 1 - Replacement Computers	0.00	3,764	0	3,764	0.00	(236)	0	0	(236)
DP 2 - Board of Visitors Reviews	0.00	10,000	0	10,000	0.00	10,000	0	0	10,000
DP 698 - Rent Reduction - Use of Capitol Land Grant	0.00	(484)	0	(553)	0.00	(486)	0	(69)	(555)
DP 699 - Vacancy Savings at 4 Percent	0.00	(2,392)	0	(326)	0.00	(2,401)	0	(327)	(2,728)
Total Other Present Law Adjustments	0.00	\$10,888	\$0	(\$395)	0.00	\$6,877	\$0	(\$396)	\$6,481
Grand Total All Present Law Adjustments				\$35,350					\$32,738

Present Law Adjustments

The "Present Law Adjustments" table shows the primary changes to the adjusted base budget made by the legislature. "Statewide Present Law" adjustments are standard categories of adjustments made to all agencies. Legislative decisions on these items were applied globally to all agencies. The other numbered adjustments in the table correspond to the narrative descriptions.

DP 1 - Replacement Computers - The legislature provided \$3,528 general fund to the Board of Visitors to purchase three computers during the biennium.

DP 2 - Board of Visitors Reviews - The legislature approved \$20,000 general fund for the Board of Visitors to oversee the care of patients in Montana hospitals and clinics. These funds have a legislative requirement that the Board of Visitors visit three additional geographical areas and eight additional facilities including: New Day, Yellowstone Boys and Girls Ranch, and one additional facility in the Billings area; two facilities in the Butte/Anaconda area; and Alternative Youth Adventures, Intermountain Children's Home, and Shodair in the Helena/Boulder area.

DP 698 - Rent Reduction - Use of Capitol Land Grant - The legislature approved using Capitol Land Grant funds to augment rent payments made by tenants. Capital Land Grant funds are to be used for qualified maintenance and debt service payments of the General Services Program for state-owned facilities on the Capitol complex.

DP 699 - Vacancy Savings at 4 Percent - The legislature approved increasing the statewide vacancy savings rate to 4 percent and including the state share of health insurance premiums in the calculation for determining the amount.

New Proposals										
Prgm	FTE	Fiscal 2002				Fiscal 2003				
		General	State Special	Federal Special	Total Funds	FTE	General	State Special	Federal Special	Total Funds
DP 511 - Teleconference During Mental Health Proceedings										
20	0.00	0	7,200	0	7,200	0.00	0	7,200	0	7,200
DP 516 - SB 135 - Mental Health Ombudsman Transfer										
20	0.00	(60,728)	0	(29,605)	(90,333)	0.00	(60,624)	0	(30,104)	(90,728)
Total	0.00	(\$60,728)	\$7,200	(\$29,605)	(\$83,133)	0.00	(\$60,624)	\$7,200	(\$30,104)	(\$83,528)

New Proposals

DP 511 - Teleconference During Mental Health Proceedings - The legislature approved \$7,200 state special revenue in each year of the 2003 biennium to provide the Board of Visitors the capacity to be electronically involved during mental illness hearings at locations across the state that have electronic video-teleconferencing capability.

DP 516 - SB 135 - Mental Health Ombudsman Transfer - The legislature approved transferring the Mental Health Ombudsman from the Board of Visitors to the Executive Office Program.